## RESOLUTION No. 2014-3134

## A RESOLUTION ADOPTING NEW MONTHLY SPRINGS WATER RATES FOR THE CITY OF NEWBERG EFFECTIVE JANUARY 1, 2015

## **RECITALS:**

- 1. Newberg Municipal Code Chapter 13.15 governs the city of Newberg water system and the adoption of city springs water rates, fees and charges.
- 2. The Citizens' Rate Review Committee (CRRC) met November 21, 2013, December 11, 2013, and March 5, 2014, to review the springs water system rates and system attributes, including the Capital Improvement Program and the system operating and maintenance costs.
- 3. The CRRC held a Town Hall meeting and Public Hearing on the proposed monthly charges on March 18, 2014, and approved their final rate change recommendations to City Council on April 2, 2014.
- 4. The review included a 25% rate increase effective January 1, 2015, until December 31, 2015. If no divestiture is agreed upon, there is a rate increase January 1, 2016, to actual service costs. If a divestiture is agreed upon by December 31, 2015, the 2016 rate would be reevaluated by the CRRC.
- 5. If the city is required to do capital improvements and, but not limited to, pipe replacement in 2015, then the 2016 rates would be recalculated. No additional shortfall will be recovered from the past Chlorine Treatment project for the two-year rate cycle.
- 6. The CRRC recommends changes to the monthly springs water charges based on their analysis of current and future anticipated springs needs.

## THE CITY OF NEWBERG RESOLVES AS FOLLOWS:

1. Effective January 1, 2015, the monthly springs service water rates shall be as follows:

CI MONTHLY <b>SF</b>		EWBERG SERVICE		RGES		
			O 1 B 0			
Customer Class	Current Through Dec 31, 2014		Effective January 1, 2015		Effective January 1, 2016	
Customer Charge (\$/Month)	\$	1.18	\$	5.00	\$	5.00
Volume Charge (\$/ccf)	\$	6.18	\$	7.73	\$	12.77

- 2. Rates for any other springs water use, not explicitly provided for in this resolution, shall be established by the finance director to conform as close as practical to the charges established herein. Such charges shall be reviewed by the city council.
- ➤ EFFECTIVE DATE of this resolution is the day after the adoption date, which is: May 6, 2014. **ADOPTED** by the City Council of the City of Newberg, Oregon, this 5<sup>th</sup> day of May, 2014.

Norma I. Alley, City Recorder

**ATTEST** by the Mayor this 8<sup>th</sup> day of May, 2014.

Bob Andrews, Mayor